

## DEBT FUNDING

*Agreement signed at Washington May 24, 1932, modifying agreement of May 10, 1929*  
*Operative from July 1, 1931*  
*Supplemented by agreement of May 28, 1964*<sup>1</sup>

Treasury Department print

### AGREEMENT

Made the 24th day of May, 1932, at the City of Washington, District of Columbia, between the GOVERNMENT OF THE HELLENIC REPUBLIC, hereinafter called GREECE, party of the first part, and the GOVERNMENT OF THE UNITED STATES OF AMERICA, hereinafter called the UNITED STATES, party of the second part.

WHEREAS, under the terms of the debt funding agreement between Greece and the United States, dated May 10, 1929,<sup>2</sup> there is payable by Greece to the United States during the fiscal year beginning July 1, 1931 and ending June 30, 1932, in respect of the bonded indebtedness of Greece to the United States, the aggregate amount of \$220,000 under Part I of such agreement, and the aggregate amount of \$889,080, including principal and interest, under Part II of such agreement; and

WHEREAS, a Joint Resolution of the Congress of the United States, approved December 23, 1931,<sup>3</sup> authorizes the Secretary of the Treasury, with the approval of the President, to make on behalf of the United States an agreement with Greece on the terms hereinafter set forth, to postpone the payment of the amount payable by Greece to the United States during such year in respect of its bonded indebtedness to the United States; and

WHEREAS, Greece hereby gives assurance to the satisfaction of the President of the United States of the willingness and readiness of Greece to make with the Government of each country indebted to Greece in respect of war, relief, or reparation debts, an agreement in respect of the payment of the amount or amounts payable to Greece with respect to such debt or debts during such fiscal year, substantially similar to this Agreement authorized by the Joint Resolution above mentioned;

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<sup>1</sup> 17 UST 2331; TIAS 6178.

<sup>2</sup> *Ante*, p. 333.

<sup>3</sup> 47 Stat. 3.

Now, therefore, in consideration of the premises and of the mutual covenants herein contained, it is agreed as follows:

1 (a). Payment of the amount of \$220,000 payable by Greece to the United States during the fiscal year beginning July 1, 1931 and ending June 30, 1932, in respect of the bonded indebtedness of Greece to the United States, according to the terms of Part I of the agreement of May 10, 1929, above mentioned, is hereby postponed so that such amount, together with interest thereon at the rate of 4 per centum per annum from July 1, 1933, shall be paid by Greece to the United States in ten equal annuities of \$26,338.90 each, payable in equal semiannual installments on July 1 and January 1 of each fiscal year beginning with the fiscal year July 1, 1933 and ending June 30, 1934, and concluding with the fiscal year beginning July 1, 1942 and ending June 30, 1943. The bonds numbered 7 and 8, dated January 1, 1928, matured July 1, 1931 and January 1, 1932, respectively, in the principal amount of \$110,000 each, and delivered by Greece to the United States under Part I of the agreement of May 10, 1929, shall be retained by the United States until the annuities due under this paragraph shall have been paid.

(b) Payment of the amount of \$889,080 payable by Greece to the United States during the fiscal year beginning July 1, 1931 and ending July 1, 1932, in respect of the bonded indebtedness of Greece to the United States, according to the terms of Part II of the agreement of May 10, 1929, above mentioned, is hereby postponed so that such amount, together with interest thereon at the rate of 4 per centum per annum from July 1, 1933, shall be paid by Greece to the United States in ten equal annuities of \$107,935.86 each, payable in equal semiannual installments on November 10 and May 10 of each fiscal year beginning with the fiscal year July 1, 1933 and ending June 30, 1934, and concluding with the fiscal year beginning July 1, 1942 and ending June 30, 1943. Bond numbered 5, dated May 10, 1929, matured November 10, 1931, in the principal amount of \$218,000, and bond numbered 6, dated May 10, 1929, matured May 10, 1932, in the principal amount of \$222,000, and delivered by Greece to the United States under Part II of the agreement of May 10, 1929, shall be retained by the United States until the annuities due under this paragraph shall have been paid.

2. Except so far as otherwise expressly provided in this Agreement, payments of annuities under this Agreement shall be subject to the same terms and conditions as payments under the agreement of May 10, 1929, above mentioned. The proviso in paragraph 2 of Part I of such agreement, authorizing the postponement of payments on account of principal, and the option of Greece provided for in paragraph 4 of Part I to pay in obligations of the United States, shall not apply to annuities payable under this Agreement.

3. The agreement of May 10, 1929, between Greece and the United States, above mentioned, shall remain in all respects in full force and effect except so far as expressly modified by this Agreement.

4. Greece and the United States, each for itself, represents and agrees that the execution and delivery of this Agreement have in all respects been duly authorized and that all acts, conditions, and legal formalities which should have been completed prior to the making of this Agreement have been completed as required by the laws of Greece and the United States, respectively, and in conformity therewith.

5. This Agreement shall be executed in two counterparts, each of which shall have the force and effect of an original.

IN WITNESS WHEREOF, Greece has caused this Agreement to be executed on its behalf by its Envoy Extraordinary and Minister Plenipotentiary at Washington, thereunto duly authorized, subject, however, to ratification, if necessary, and the United States has likewise caused this Agreement to be executed on its behalf by the Secretary of the Treasury, with the approval of the President, pursuant to a Joint Resolution of Congress approved December 23, 1931, all on the day and year first above written.

THE HELLENIC REPUBLIC

By

CHARALAMBOS SIMOPOULOS,

*Envoy Extraordinary and Minister Plenipotentiary*

THE UNITED STATES OF AMERICA

By

OGDEN L. MILLS,

*Secretary of the Treasury*

Approved:

HERBERT HOOVER,

*President*